

**Lost Lake Utility District Meeting
404 Lake Court, Dixon, Illinois
November 20, 2007**

- I. Call to Order and Roll Call:** Joe Olliges called the meeting to order at 7:04 pm. Trustees present: Joe Olliges, Bill Weronko, Jerry Pohlman, George Kersten, Ron Berger, Nadine Portner, and Dave Shaw. Also Present: Sheila Warner, Treasurer; Susan Steffens, Secretary; and Jamie Rachlin; and members of the community.

- II. Pledge of Allegiance**

- III. Approval of the Agenda:** Jerry made a motion to approve the Agenda. Bill seconded the motion. The motion was approved by unanimous roll-call vote (11-20-07-1).

- IV. Approval of the Minutes:** George made a motion to approve the Regular Meeting minutes of October 16, 2007. Bill seconded the motion. The motion was approved by unanimous roll-call vote (11-20-07-2). Ron made a motion to approve the Special Meeting minutes of November 5, 2007. Nadine seconded the motion. The motion was approved by unanimous roll-call vote (11-20-07-3).

- V. Treasurer's Report:** Sheila reported from 10-1-07 through 10-31-07. We began the month with a balance of \$4529.58. There were no receipts or expenditures. The month ended with a balance of \$4529.58. As of this date, there have been expenditures to the Lost Nation POA for rent in the amount of \$250.00; payroll for Susan Steffens, \$85.00; payroll for Sheila Warner, \$110.00; and Joe Olliges for administrative expenses; \$47.32. Nadine made a motion to accept the Treasurer's Report. Bill seconded the motion. The motion was approved by unanimous roll-call vote (11-20-07-4). Nadine made a motion to pay bills as presented. Ron seconded the motion. Discussion was held by the Board regarding the lease. The motion was approved by unanimous roll-call vote (11-20-07-5).

- VI. Old Business:** Bill presented to the Board an opportunity to receive a free 175KW generator from KSB. Although it is free there would be costs involved with the removal, transportation of the unit, and installation. He is looking into the costs through quotes.
 - A. Purchase Agreement Update:** Joe: The Asset Purchase Agreement has been signed by Joe Olliges, Gene Armstrong, IRW has yet to sign, but there is no foreseeable problems. The Sale Order has been signed by the Judge on November 5, 2007. On December 6, 2007, thirty days will have expired on the appeal period. Closing date is set for December 14, 2007. A letter to the EPA will be sent on November 21, 2007 for the transfer of the permit. Gene Armstrong will send a letter to IRW to release his name and add the New Landing Utility District name to the discharge permit. That will happen the day after closing.

The lease has been signed and utility hook-up is being worked on.

Purchase of bonds as of this date is \$2.2 million. Jamie stated he felt that the generator costs should be added to that amount. Discussion was held by the Board and Jamie Rachlin. \$25,000.00 will be added to that amount.

On December 4, 2007 at 11:00 am is a scheduled Status Hearing. Any issues with the purchase needs to be resolved by that date.

Fehr-Graham in April reported that the water tower repair by Utility Services the samples that were picked up were not transported correctly so the test was inaccurate. Shane Albritton, Risk Manager, stated after 30 days they do not save the samples. A new test is required. Joe authorized Fehr-Graham to do the testing. From that test, there is no contamination of the soil. Fehr-Graham will have to be compensated for that testing.

Summary Report was issued by Gene Armstrong.

There was an amended Title Insurance Policy resent out.

There will be changes to the Sale Order. Exhibit C will be modified.

Escrow closing there are no problems expected.

Ralph Lowe is contacting the Utility Service to release Lien.

When the permit was renewed, there were no permit fees issued by the State.

B. Committee Update on Advertising for the Certified Water and Wastewater Operator. Dave: reported that Job description was handed out to the Board. We have received the resume' of Mike Williamson. Discussion was held by the Board. The need to hire a qualified operator should be done as soon as possible. Illinois Rural Water remote operator agreement will last for six months.

- VII. New Business:** Joe read into record AN ORDINANCE authorizing and providing for the issue of not to exceed \$3,500,000 General Obligation Bonds (Alternate Revenue Source) of the Lost Lake Utility District, Ogle County, Illinois, for the purpose of paying the costs of purchasing and improving the water and wastewater assets of New Landing Utility, Inc., prescribing the details of said bonds, providing for collection, segregation and application of the revenues from the operation of the waterworks and sewerage system of the District and providing for the levy of a direct annual tax sufficient to pay the principal and interest on said bonds. Jamie presented the paperwork to be signed. Joe made a motion to waive the first reading of Ordinance 08-07 and go to the second reading. Bill seconded the motion. The motion was approved by unanimous roll-call vote (11-20-07-6). This Ordinance is for the posting of the Bonds that in the event there is not enough revenue to pay debt it will be taxed. Joe made a motion to pass the Ordinance 08-07 as read. Bill seconded the motion. Discussion was held by the Board. The motion was passed by unanimous roll-call vote (11-20-07-7).

Joe made a motion for the Approval of a general Agreement between Illinois Rural Water and the Lost Lake Utility District for them to oversee the workings of the Utility at the expense of \$1500.00 per month, additional tasks will charged as scheduled, that the agreement will take effect on the closing of the Utility. George seconded the motion. Discussion was held by the Board. The motion was passed by unanimous roll-call vote (11-20-07-8).

Proposed Resolution-Compensation of Trustees. Joe made a motion to accept proposed Resolution 03-07 that compensation is to be paid to the Trustees of the Board as set in the Ordinance. Nadine seconded the motion. Discussion was held by the Board. The motion for Resolution 03-07 was approved by unanimous roll-call vote (11-20-07-9).

VIII. Guest/Public Opinion

Joan Stoltz: Q. What about the meters? A. It will be awhile, costs have to be checked into as far as the remote meter reading.

Q. Generator is free? A. KSB Board has not approved it yet. We have asked for it to be free. Set-up, transportation, etc are not free. We will have to wait and see.

Marty Portner: Q. Will the closing documents be made public. A. Yes. Q. Would that explain where the monies went. A. Yes, that is exhibit B. Q. Will all litigation stop. A. Yes. It will also keep Gene Armstrong out of jail. Everything will be made available on the web site after closing.

Joan Stoltz: Q. Closing on December 14th, the Sale Order ... A. The Sale Order was signed on November 5, 2007.

IX. Adjournment: Ron made a motion to adjourn the meeting. Bill seconded the motion. The motion was approved by unanimous roll-call vote (11-20-07-10). The meeting ended at 8:08 pm. The next meeting will be held on December 18, 2007 at 7:00 pm.

11-20-07-1	Approval of the Agenda
11-20-07-2	Approval of the 10/16/07 Regular Meeting Minutes
11-20-07-3	Approval of the 11/5/07 Special Meeting Minutes
11-20-07-4	Approval of the Treasurer's Report
11-20-07-5	Approval to pay bills
11-20-07-6	Approval to waive first reading of Ordinance 08-07
11-20-07-7	Approval of motion to pass Ordinance 08-07
11-20-07-8	Approval of general Agreement with IRW
11-20-07-9	Approval to adopt Resolution 03-7
11-20-07-10	Adjournment